Michigan Cities Income Tax Information

Withholding Formula ▶(Effective Pay Period 11, 2006)◀

1. Subtract the nontaxable biweekly Thrift Savings Plan contribution from the gross biweekly wages.

2. Subtract the nontaxable biweekly Federal Health Benefits Plan payment from the amount computed in step 1 to obtain the adjusted gross biweekly wages.

3. Multiply the adjusted gross biweekly wages times 26 to obtain the annual wages.

4. Determine the exemption allowance by applying the following guideline and subtract this amount from the annual wages to obtain the taxable income.

   Exemption Allowance = $[1] x Number of Exemptions

   [1] $ 600 – Flint, Lansing, and Pontiac

   $ 750 – Battle Creek

   ▶ $ 600 –◀ Detroit

   $ 750 – Grand Rapids

   ▶ $ 750 –◀ Saginaw

5. Apply the taxable income to the following guideline to calculate the Michigan city income tax withholding.

Compute the City Income Tax Withholding For:	State/City Code:	By Multiplying the Taxable Income By:		City Tax Status (Duty Station=DS Residence=R)
		Resident Percentage	Nonresident Percentage	
Battle Creek	26/0310	1.0	0.50	DS, R
Detroit	26/1260	2.5	1.25	DS, R
Flint	26/1730	1.0	0.50	DS, R
Grand Rapids	26/2010	1.3	0.65	DS, R
Lansing	26/2700	1.0	0.50	DS, R
Pontiac	26/4020	1.0	0.50	DS, R
Saginaw	26/4350	1.5	0.75	DS, R

   Note: City tax is mandatory unless otherwise stated.

6. Divide the annual Michigan city income tax withholding by 26 to obtain the biweekly Michigan city income tax withholding.